

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MT.)	CASE NO.
OLIVET NATURAL GAS COMPANY,)	7800-HH
INC.)	

O R D E R

On October 13, 1980, the Commission issued its Order in Case No. 7800 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On March 26, 1985, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective March 1, 1985, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Mt. Olivet's notice of March 26, 1985, set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$152 or 0.35 cents per Dth.

(2) On January 29, 1985, Transmission filed an application with the Federal Energy Regulatory Commission for rates to become effective March 1, 1985. On February 8, 1985, in Case No. 7800-GG, Mt. Olivet requested permission to track Transmission's rates. By Order issued March 1, 1985, the Commission approved Mt. Olivet's filing effective March 1, 1985. Subsequent to Mt. Olivet placing these rates into effect, Transmission filed revised tariffs on March 22, 1985, to be effective March 1, 1985.

(3) Due to the retroactive nature of Transmission's decrease, Mt. Olivet should report to the Commission any excess revenues collected during the period from March 1, 1985, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(4) Mt. Olivet's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 7800, dated October 13, 1980, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after March 1, 1985.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after March 1, 1985.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall report to the Commission any excess revenues collected during the period from March 1, 1985, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 17th day of April, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION TO CASE NO. 7800-HH DATED 4/17/85

The following rates and charges are prescribed for the customers served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

First 1,000 cu. ft. or less	\$7.50 (Minimum Bill)
Next 4,000 cu. ft., per 1,000 cu. ft.	5.7543
Next 5,000 cu. ft., per 1,000 cu. ft.	5.5543
Next 10,000 cu. ft., per 1,000 cu. ft.	5.4043
Over 20,000 cu. ft., per 1,000 cu. ft.	5.2043

The base rate for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc., shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.4219 per Dth